

# House File 2025 - Introduced

HOUSE FILE \_\_\_\_\_  
BY SCHICKEL

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act limiting the sales tax imposed on the operation of bingo  
2 games to the net receipts.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
4 TLSB 5174HH 82  
5 ec/rj/14

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1 1 Section 1. Section 423.2, subsection 4, unnumbered  
1 2 paragraph 2, Code Supplement 2007, is amended to read as  
1 3 follows:  
1 4 The tax imposed under this subsection covers the total  
1 5 amount from the operation of games of skill, games of chance,  
1 6 ~~and raffles, and bingo games~~ as defined in chapter 99B, card  
1 7 game tournaments conducted under section 99B.7B, and musical  
1 8 devices, weighing machines, shooting galleries, billiard and  
1 9 pool tables, bowling alleys, pinball machines, slot-operated  
1 10 devices selling merchandise not subject to the general sales  
1 11 taxes, the total amount less amounts awarded as prizes from  
1 12 the operation of bingo games as defined in chapter 99B, and on  
1 13 the total amount from devices or systems where prizes are in  
1 14 any manner awarded to patrons and upon the receipts from fees  
1 15 charged for participation in any game or other form of  
1 16 amusement, and generally upon the sales price from any source  
1 17 of amusement operated for profit, not specified in this  
1 18 section, and upon the sales price from which tax is not  
1 19 collected for tickets or admission, but tax shall not be  
1 20 imposed upon any activity exempt from sales tax under section  
1 21 423.3, subsection 78. Every person receiving any sales price  
1 22 from the sources described in this section is subject to all  
1 23 provisions of this subchapter relating to retail sales tax and  
1 24 other provisions of this chapter as applicable.  
1 25 EXPLANATION  
1 26 Under current law, the state sales and use tax is imposed  
1 27 on the gross amount derived from the operation of bingo games.  
1 28 This bill imposes the tax only on the gross amount less the  
1 29 amounts awarded as prizes.  
1 30 LSB 5174HH 82  
1 31 ec/rj/14